

# COMMISSION OF THE EUROPEAN COMMUNITIES

COM(80) 251 final

Brussels, 6th May 1980

PROPOSAL FOR A COUNCIL REGULATION (EEC)  
AMENDING, AS REGARDS THE ITALIAN LIRA,  
REGULATION (EEC) N° 878/77 ON THE EXCHANGE  
RATES TO BE APPLIED IN AGRICULTURE

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(presented by the Commission to the Council)

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## EXPLANATORY MEMORANDUM

1. The French and Italian Governments have asked for their representative rates to be devalued.
2. Since devaluation of a representative rate may not take it below the central rate, the Commission proposes fixing the representative rates at the same level as the central rates.

The change will take effect from 12 May for the milk and beef and veal sectors and for pigmeat and at the beginning of the 1980-81 marketing years for the other sectors.

3. The financial implications are shown in the annexed tables.

Currency	Representative rates		Devaluation (%)	Effects	
	present	future		on ECAs reduction (points)	on prices increase (%)
LIT	LIT 100 = 0,0095255 ECU 1 ECU = LIT 1.117,00	LIT 100 = 0,0063714 ECU 1 ECU = LIT 1.157,79	3,523	- 2,6	+ 3,652
FF	1 FF = 0,173343 ECU 1 ECU = 5,76091 FF	1 FF = 0,171020 ECU 1 ECU = 5,84700 FF	1,336	nil	+ 1,354
LIT pigneat	LIT 100 = 0,0942746 ECU 1 ECU = LIT 1.060,73	LIT 100 = 0,0863714 ECU 1 ECU = LIT 1.157,79	8,393	- 8,1	+ 9,150

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LIT	LIT 100 = 0,0095255 ECU 1 ECU = LIT 1.117,00	LIT 100 = 0,0063714 ECU 1 ECU = LIT 1.157,79	3,523	- 2,6	+ 3,652
FF	1 FF = 0,173343 ECU 1 ECU = 5,76091 FF	1 FF = 0,171028 ECU 1 ECU = 5,84700 FF	1,336	nil	+ 1,354
<u>LIT pigmeat</u>	LIT 100 = 0,0942746 ECU 1 ECU = LIT 1.060,73	LIT 100 = 0,0863714 ECU 1 ECU = LIT 1.157,79	8,393	- 8,1	+ 9,150

HAS ADOPTED THIS REGULATION :

Article 1

Article 2a(4)(c) of Regulation (EEC) n° 878/77 is replaced by the following :

"c) By way of derogation from paragraph 2, as regards the Italian Lira, the representative rate of 100 Italian Lira = 0,0863714 ECU shall apply with effect from

- 12 May 1980 for the milk and milk products, beef and veal and pigmeat sectors
- 1 July 1980 for the sugar and isoglucose sectors
- 1 August 1980 for the cereals, eggs, poultry, ovalbumin and lactalbumin sectors
- 16 December 1980 for the wine sector; however, other dates may be fixed for distillation operations
- 1 January 1981 for the fishery products sector
- the beginning of the 1980/81 marketing year for the other products for which there exists a marketing year
- 12 May 1980 in all other cases not mentioned above and, in particular, for the additional aid referred to in Article 1 (2) of Regulation (EEC) n° 2511/69."

Article 2

This Regulation shall enter into force on 12 May 1980.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council

# FINANCIAL STATEMENT

Date: 30 April 1980

1. PROJECT HEADING: Titlen 6 and 7

APPROPRIATIONS: 10 400 m EUA  
of new proposed Budget

2. TITLE: Council Regulation amending, as regards the Italian lira, Regulation (EEC) No 873/77 on the exchange rates to be applied in agriculture

3. LEGAL BASIS: Article 3 of Council Regulation 129

4. AIMS OF PROJECT: Devaluation of Italian lira to bring representative rate to level of central rate.

5. FINANCIAL IMPLICATIONS (for new Budget proposals)	PERIOD OF 12 MONTHS	CURRENT FINANCIAL YEAR	FOLLOWING FINANCIAL YEAR
5.0 EXPENDITURE - CHARGES TO THE EC BUDGET (REFUNDS/INTERVENTIONS) - OTHER 5.1 RECEIPTS - OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES) - OTHER	- 6	- 12	- 6
	+ 25	+ 7	+ 25
5.0.1 ESTIMATED EXPENDITURE			
5.1.1 ESTIMATED RECEIPTS			

## 5.2 METHOD OF CALCULATION

	1980 Budget	12 month period
Effect of double conversion rate	+ 12 m EUA	+ 50 m EUA
Reduction in MCAs by comparison with Budget estimates	- 31 m EUA	- 58 m EUA
MCAs to be deducted from refunds	+ 1 m EUA	+ 2 m EUA
Total effect on expenditure	- 18 m EUA	- 6 m EUA
Effect of double conversion rate	+ 5 m EUA	+ 16 m EUA
Increase in levies	+ 2 m EUA	+ 9 m EUA
Total effect on own resources	+ 7 m EUA	+ 25 m EUA

6.0 CAN THE PROJECT BE FINANCED FROM APPROPRIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET?

YES/NO

6.1 CAN THE PROJECT BE FINANCED FROM APPROPRIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET?

YES/NO

6.2 CAN THE PROJECT BE FINANCED FROM APPROPRIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET?

YES/NO

6.3 WILL FUTURE BUDGET APPROPRIATIONS BE NECESSARY?

YES/NO

OBSERVATIONS:

